

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5211-02
Bill No.: HB 1638
Subject: Saint Louis; Saint Louis County; Political Subdivisions
Type: Original
Date: February 12, 2014

Bill Summary: This proposal specifies that if St. Louis city or county changes its legal status or form of governance then any unincorporated area within the county prior to the change shall have the option to be excluded.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Local Government	\$0 or (Unknown)	\$0 or (Unknown)	\$0 or (Unknown)

FISCAL ANALYSIS

ASSUMPTION

Officials at **St. Louis County** stated the County could experience significant loss from this bill. The Group B sales tax collected in the County is distributed based on population. Since the County would have a loss in population, this loss would be reflected by a reduction in the sales tax distributed. Distribution of County Aid Road Trust Fund dollars would be reduced, but this is unknown because it is dependent upon population loss and the newly defined boundaries. Utility franchise fees must go to the Police Department. The County would see a reduction in these fees and it would significantly impact the Police Department. The actual dollar figures are not calculable, but the losses could be significant.

Officials at the **Office of the Secretary of State** assume no fiscal impact from this proposal.

Officials at the **St. Louis City** assume no fiscal impact from this proposal. There are no unincorporated areas within St. Louis City, therefore this proposal would not affect them.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
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LOCAL POLITICAL SUBDIVISIONS

<u>Loss - Local Political Subdivisions - sales tax revenue</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
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ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>	\$0 or <u>(Unknown)</u>
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FISCAL IMPACT - Small Business

A direct fiscal impact to small businesses could be expected as a result of this proposal.

NM:LR:OD

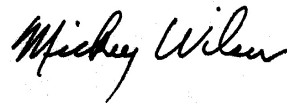
FISCAL DESCRIPTION

This bill provides that if the City of St. Louis changes its legal status or form of governance to become a city located within St. Louis County, then any unincorporated area within the county is authorized to incorporate under the regular municipal incorporation laws of the state without being subject to the rules and procedures of the boundary commission of St. Louis County.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Office of the Secretary of State
St. Louis County
St. Louis City



Mickey Wilson, CPA
Director
February 12, 2014

Ross Strobe
Assistant Director
February 12, 2014